04-12-2005 

U.S. DEPARTMENT OF COMMERCE Form PTO-1594 (Rev. 03/01) U.S. Patent and Trademark Office OMB No. 0651-0027 (exp. 5/31/2002) 102978489 Tab settings ⇒ ⇒ ⇒ To the Honorable Commissioner of Patents and Trademarks: Please record the attached original documents or copy thereof. 1. Name of conveying party(ies): Name and address of receiving party(ies) Name: Welsh, Carson, Anderson & Stowe VIII, L.P. Interstate Fibernet, Inc. Internal Address: Individual(s) Association Street Address: 320 Park Avenue, Suite 2500 General Partnership Limited Partnership Zip: 10022 City: New York State: NY Corporation-State Other Delaware Individual(s) citizenship\_ Association Additional name(s) of conveying party(ies) attached? Yes I No General Partnership 3. Nature of conveyance: Limited Partnership Delaware Assignment Merger Corporation-State Change of Name Security Agreement Other If assignee is not domiciled in the Office States, services representative designation is attached: Yes No (Designations must be a separate document from assignment) If assignee is not domiciled in the United States, a domestic Other\_ Execution Date: March 29, 2005 4. Application number(s) or registration number(s): A. Trademark Application No.(s) B. Trademark Registration No.(s) See attached See attacheds Additional number(s) attached 5. Name and address of party to whom correspondence 6. Total number of applications and 25 concerning document should be mailed: registrations involved: ..... Name: Amy Lee Brady 7. Total fee (37 CFR 3.41).....\$ \$640.00 Internal Address: CSC Enclosed Authorized to be charged to deposit account 8. Deposit account number: Street Address: 80 State Street, 6th Floor City: Albany State: NY Zip: 12207 (Attach duplicate copy of this page if paying by deposit account) DO NOT USE THIS SPACE 9. Statement and signature. To the best of my knowledge and belief, the føregoing information is true and correct and any attached copy is a true copy of the original document. Amy Lee Brady 04/07/2005 Name of Person Signing Signature Date 00000031 2563320

04/12/2005 DBYRNE 01 FC:8521 02 FC:8522

Tatal number of pages including cover sheet, attachments, and docum 40. Helipscurvents to be recorded with required cover sheet information to: 600.00 OP Washington, D.C. 20231

# Conveying Parties:

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>>>ITC^Deltacom, Inc. - Delaware
>>>ITC^Deltacom Communications Inc. - Alabama
>>>Business Telecom, Inc. - North Carolina
>>>BTI Telecom Corp. - North Carolina
>>>Business Telecom of Virginia, Inc. - Virginia
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The address for all businesses listed above are located at: 1791 O.G. Skinner Drive West Point, GA 31833

<u>Owner</u>	Trademark	Reg. No. / Serial No.	Registration Date/ Filing Date	Date Affidavit of Use and/or Renewal is Due; whether the Affidavit of Use and/or Renewal has been filed
Business Telecom, Inc.	MAX COMMERCE (Classes 35 and 42)	2,563,320	04/23/2002	Affidavit of Use due 04/23/08; Renewal and Affidavit of Use due 04/23/12.
Business Telecom, Inc.	MAX COMMERCE A BTI COMPANY (& Design) (Classes 35 and 42)	2,561,449	04/16/2002	Affidavit of Use due 04/16/08; Renewal and Affidavit of Use due 04/16/12.
Business Telecom, Inc.	TELECOM SIMPLIFIED	76/488,925	02/10/2003	Petition to revive abandoned application filed March 17, 2005.
Business Telecom, Inc.	THE FASTEST CAT ON THE NET	2,581,457	06/18/2002	Affidavit of Use due between 06/18/07 and 06/18/08; Renewal and Affidavit of Use due 06/18/12.
Business Telecom, Inc	BTI (Classes 36, 38 and 42)	2,427,897	02/13/2001	Affidavit of Use due 02/13/07; Renewal and Affidavit of Use due 02/13/11.
Business Telecom, Inc.	BTI TELECOMMUNIC ATIONS SERVICES (& Design) (Classes 36, 38 and 42)	2,461,862	06/19/2001	Affidavit of Use due 06/19/07; Renewal and Affidavit of Use due 06/19/11.
Business Telecom, Inc.	BTINET (Classes 38 and 42)	2,426,407	02/06/2001	Affidavit of Use due 02/06/07; Renewal and Affidavit of Use due 02/06/11. Will abandon pursuant to Settlement Agreement with British Telecommunications.
Business Telecom, Inc.	VÕICEPACK	2,874,175	08/17/2004	Affidavit of Use due 2/7/10.
ITC^DeltaCom Communications, Inc.	THINK OUTSIDE THE BELL	76614474	10/01/04	Pending.
Business Telecom, Inc.	D.S. LYNX (& Design) (Class 38)	2,429,877	02/20/2001	Affidavit of Use due 02/20/07; Renewal and Affidavit of Use due 02/20/11.
Business Telecom, Inc.	D.S. LYNX (Class 38)	2,533,513	01/29/2002	Affidavit of Use due 01/29/08; Renewal and Affidavit of Use due 01/29/12.
Business Telecom, Inc.  [Owner in PTO database is listed as Radio Frequency Systems, Inc.]	OPTIMIZER (Class 9)	2,357,649	06/13/2000	Affidavit of Use due 06/13/06; Renewal and Affidavit of Use due 06/13/10.
Business Telecom, Inc.	SIMPLICI-T (& Design) (Class 38)	2,711,255	04/29/2003	Affidavit of Use due 04/29/09; Renewal and Affidavit of Use due 04/29/13.

SCHEDULE B

TRADEMARKS AND SERVICE MARKS – REGISTRATIONS AND APPLICATIONS

<u>Owner</u>	Trademark	Reg. No. / Serial No.	Registration Date/ Filing Date	Date Affidavit of Use and/or Renewal is Due; whether the Affidavit of Use and/or Renewal has been filed
ITC^ DeltaCom, Inc.	DELTACOM (Classes 38 and 42)	2,071,650	06/17/1997	Renewal and Affidavit of Use due 06/17/2007.
ITC^DeltaCom, Inc.	DELTACOM (& Design) (Classes 38 and 42)	2,071,715	06/17/1997	Renewal and Affidavit of Use due 06/17/2007.
ITC^DeltaCom, Inc.	ITC^DELTACOM (Class 38)	2,405,331	11/21/2000	Affidavit of Use due 11/21/06; Renewal and Affidavit of Use due 11/21/10.
ITC^DeltaCom, Inc.	ITC^DELTACOM (Class 42)	2,405,335	11/21/2000	Affidavit of Use due 11/21/06; Renewal and Affidavit of Use due 11/21/10.
ITC^DeltaCom, Inc.	ITC DELTACOM (& Design) (Class 38)	2,407,859	11/28/2000	Affidavit of Use due 11/28/06; Renewal and Affidavit of Use due 11/28/10.
ITC^DeltaCom, Inc.	ITC DELTACOM (& Design) (Class 42)	2,407,860	11/28/2000	Affidavit of Use due 11/28/06; Renewal and Affidavit of Use due 11/28/10.
ITC^DeltaCom, Inc.	E^COM (Classes 37, 38 and 42)	76/010,576	03/27/2000	Renewal and Affidavit of Use due 09/8/10.
ITC^DeltaCom, Inc.	E^DELTACOM (Classes 37, 38 and 42)	2,528,538	01/08/2002	Affidavit of Use due 01/08/08; Renewal and Affidavit of Use due 01/08/12.
ITC^DeltaCom Communications, Inc.	EVERYBODY'S TALKING (Class 38)	2,900,348	11/01/2004	Renewal and Affidavit of use due 05/02/10.
ITC^DeltaCom Communications, Inc.	GRAPEVINE (Class 38)	76/463,744	11/01/2002	Lost on appeal.
Business Telecom, Inc.	INVOICE ONLINE (& Design) (Class 36)	2,577,608	06/11/2002	Affidavit of Use due 06/11/08; Renewal and Affidavit of Use due 06/11/12.
Interstate FiberNet, Inc.	SCIENTIFIC TELECOM (& Design) (Classes 37, 38 and 42)	1,348,561	07/09/1985	Renewal and Affidavit of Use due 07/09/05.

#### INTELLECTUAL PROPERTY SECURITY AGREEMENT

This INTELLECTUAL PROPERTY SECURITY AGREEMENT (as amended, amended and restated, supplemented or otherwise modified from time to time, the "IP Security Agreement"), dated as of March 29, 2005, is made by the Persons listed on the signature pages hereof (collectively, the "Grantors") in favor of Welsh, Carson, Anderson & Stowe VIII, L.P., as collateral agent (the "Collateral Agent") for the Secured Parties (as defined in the Credit Agreement referred to below). Any capitalized term used herein and not otherwise defined has the meaning set forth in the Credit Agreement.

WHEREAS, the Grantors, the Collateral Agent and the other parties named therein have entered into the Credit Agreement, dated as of March 29, 2005 (as may be amended from time to time, the "Credit Agreement");

WHEREAS, as a condition precedent to the Effective Date, each Grantor has executed and delivered that certain Security Agreement, dated as of March 29, 2005, made by the Grantors to the Collateral Agent (as amended, amended and restated, supplemented or otherwise modified from time to time, the "Security Agreement"); and

WHEREAS, under the terms of the Security Agreement, the Grantors have granted a security interest in, among other property, certain intellectual property of the Grantors to the Collateral Agent for the ratable benefit of the Secured Parties, and have agreed as a condition thereof to execute this IP Security Agreement covering such intellectual property for recording with the U.S. Patent and Trademark Office, the United States Copyright Office and other governmental authorities;

NOW, THEREFORE, for good and valuable consideration, the receipt and sufficiency of which are hereby acknowledged, each Grantor agrees as follows:

- SECTION 1. <u>Grant of Security</u>. Subject to the terms and conditions of the Third Lien Intercreditor and Subordination Agreement, each Grantor hereby grants to the Collateral Agent for the ratable benefit of the Secured Parties (subject to the terms of this IP Security Agreement) of a security interest in and to all of such Grantor's right, title and interest in and to the following (the "<u>Collateral</u>"):
- (a) the United States international, and foreign patents and patent applications set forth in <u>Schedule A</u> hereto (as such <u>Schedule A</u> may be supplemented from time to time by supplements to the Security Agreement and this IP Security Agreement, each such supplement being in substantially the form of Exhibit D to the Security Agreement (an "<u>IP Security Agreement Supplement</u>"), executed and delivered by such Grantor to the Collateral Agent from time to time), together with all reissues, divisions, continuations, continuations-in-part, extensions and reexaminations thereof, and all rights therein provided by international treaties or conventions (the "<u>Patents</u>");
- (b) the United States and foreign trademark and service mark registrations and applications set forth in <u>Schedule B</u> hereto (as such <u>Schedule B</u> may be

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supplemented from time to time by IP Security Agreement Supplements executed and delivered by such Grantor to the Collateral Agent from time to time) (the "Trademarks");

- (c) the United States and foreign copyright registrations and applications set forth in <u>Schedule C</u> hereto (as such <u>Schedule C</u> may be supplemented from time to time by IP Security Agreement Supplements executed and delivered by such Grantor to the Collateral Agent from time to time) (the "<u>Copyrights</u>");
- (d) any and all claims for damages for past, present and future infringement, misappropriation or breach with respect to the Patents, Trademarks and Copyrights, with the right, but not the obligation, to sue for and collect, or otherwise recover, such damages; and
  - (e) any and all proceeds of the foregoing.

Notwithstanding anything in this <u>Section 1</u> or any other provision of this Agreement to the contrary, the Collateral shall not include: any general intangibles or other rights or property arising under or subject to any contracts, instruments, licenses, permits or other documents (including, without limitation, the Assigned Agreements referred to in the third sentence of Section 8(g) of the Security Agreement) as to which the grant of a security interest would constitute a violation of a valid and enforceable restriction (whether arising by contract or under law or governmental regulation) in favor of a third party (including a governmental authority) on such grant or a violation of law or governmental regulation, unless and until any required consents shall have been obtained.

SECTION 2. <u>Security for Obligations</u>. The pledge and the grant of a security interest in the Collateral by each Grantor under this IP Security Agreement secures the payment of all Obligations of such Grantor now or hereafter existing under or in respect of the Loan Documents, whether direct or indirect, absolute or contingent, and whether for principal, reimbursement obligations, interest, premiums, penalties, fees, indemnifications, contract causes of action, costs, expenses or otherwise.

Without limiting the generality of the foregoing, this IP Security Agreement secures, as to each Grantor, the payment of all amounts that constitute part of the Secured Obligations and would be owed by such Grantor to any Secured Party under the Loan Documents but for the fact that they are unenforceable or not allowable due to the existence of a bankruptcy, reorganization or similar proceeding involving a Loan Party.

- SECTION 3. <u>Recordation</u>. Each Grantor authorizes and requests that the Register of Copyrights, the Commissioner of Patents and Trademarks and any other applicable government officer record this IP Security Agreement.
- SECTION 4. <u>Execution in Counterparts</u>. This IP Security Agreement may be executed in any number of counterparts, each of which when so executed shall be deemed to be an original and all of which taken together shall constitute one and the same agreement.

2

SECTION 5. Grants, Rights and Remedies. This IP Security Agreement has been entered into in conjunction with the provisions of the Security Agreement. Each Grantor does hereby acknowledge and confirm that the grant of the security interest hereunder to, and the rights and remedies of, the Collateral Agent with respect to the Collateral are more fully set forth in the Security Agreement, the terms and provisions of which are incorporated herein by reference as if fully set forth herein.

SECTION 6. Governing Law. This IP Security Agreement shall be governed by, and construed in accordance with, the laws of the State of New York.

SECTION 7. <u>Third Lien Intercreditor and Subordination Agreement.</u> Notwithstanding anything contained herein to the contrary, this Agreement and the rights and obligations of the parties hereunder are subject to the terms and conditions of the Third Lien Intercreditor and Subordination Agreement.

IN WITNESS WHEREOF, each Grantor has caused this IP Security
Agreement to be duly executed and delivered by its officer thereunto duly authorized as of
the date first above written.

INTERSTATE FIBERNET, INC.

Name: Richard B. Fish

Title: Chief Administrative Officer

Address for Notices: 1791 O.G. Skinner Drive West Point, GA 31833 Attention: Richard B. Fish

ITC^DELTACOM, INC.

Name: Richard E. Fish

Title: Chief Administrative Officer

Address for Notices: 1791 O.G. Skinner Drive West Point, GA 31833 Attention: Richard E. Fish

ITC^DELTACOM COMMUNICATIONS

INC.

Bv:

Name: Richard E. Fish

Title: Chief Administrative Officer

Address for Notices: 1791 O.G. Skinner Drive West Point, GA 31833 Attention: Richard E. Fish BUSINESS TELECOM, INC.

Name: Richard B. Fish

Title: Chief Administrative Officer

Address for Notices: 1791 O.G. Skinner Drive West Point, GA 31833 Attention: Richard E. Fish

BTI TELECOM CORP.

Name: Richard E. Fish

Title: Chief Administrative Officer

Address for Notices: 1791 O.G. Skinner Drive West Point, GA 31833 Attention: Richard E. Fish

BUSINESS TELECOM OF VIRGINIA, INC.

\_\_\_\_\_

Name: Richard E. Fish

Title: Chief Administrative Officer

Address for Notices: 1791 O.G. Skinner Drive West Point, GA 31833 Attention: Richard B. Fish

# SCHEDULE A

# PATENTS AND PATENT APPLICATIONS

NONE

### SCHEDULE B

# TRADEMARKS AND SERVICE MARKS – REGISTRATIONS AND APPLICATIONS

<u>Owner</u>	<u>Trademark</u>	Reg. No. / Serial No.	Registration Date/ Filing Date	Date Affidavit of Use and/or Renewal is Due; whether the Affidavit of Use and/or Renewal has been filed
ITC^ DeltaCom, Inc.	DELTACOM (Classes 38 and 42)	2,071,650	06/17/1997	Renewal and Affidavit of Use due 06/17/2007.
ITC^DeltaCom, Inc.	DELTACOM (& Design) (Classes 38 and 42)	2,071,715	06/17/1997	Renewal and Affidavit of Use due 06/17/2007.
ITC^DeltaCom, Inc.	ITC^DELTACOM (Class 38)	2,405,331	11/21/2000	Affidavit of Use due 11/21/06; Renewal and Affidavit of Use due 11/21/10.
ITC^DeltaCom, Inc.	ITC^DELTACOM (Class 42)	2,405,335	11/21/2000	Affidavit of Use due 11/21/06; Renewal and Affidavit of Use due 11/21/10.
ITC^DeltaCom, Inc.	ITC DELTACOM (& Design) (Class 38)	2,407,859	11/28/2000	Affidavit of Use due 11/28/06; Renewal and Affidavit of Use due 11/28/10.
ITC^DeltaCom, Inc.	ITC DELTACOM (& Design) (Class 42)	2,407,860	11/28/2000	Affidavit of Use due 11/28/06; Renewal and Affidavit of Use due 11/28/10.
ITC^DeltaCom, Inc.	E^COM (Classes 37, 38 and 42)	76/010,576	03/27/2000	Renewal and Affidavit of Use due 09/8/10.
ITC^DeltaCom, Inc.	E^DELTACOM (Classes 37, 38 and 42)	2,528,538	01/08/2002	Affidavit of Use due 01/08/08; Renewal and Affidavit of Use due 01/08/12.
ITC^DeltaCom Communications, Inc.	EVERYBODY'S TALKING (Class 38)	2,900,348	11/01/2004	Renewal and Affidavit of use due 05/02/10.
ITC^DeltaCom Communications, Inc.	GRAPEVINE (Class 38)	76/463,744	11/01/2002	Lost on appeal.
ITC^DeltaCom Communications, Inc.	GRAPEVINE EVERYBODY'S TALKING (Class 38)	76/463,530	11/01/2002	Abandoned.
Interstate FiberNet, Inc.	SCIENTIFIC TELECOM (& Design) (Classes 37, 38 and 42)	1,348,561	07/09/1985	Renewal and Affidavit of Use due 07/09/05.

Owner	Trademark	Reg. No. / Serial No.	Registration Date/ Filing Date	Date Affidavit of Use and/or Renewal is Due; whether the
				Affidavit of Use and/or Renewal has been filed
Interstate FiberNet, Inc.	AVDATA (Class 37)	2,158,977	05/19/1998	Decil Med
				Abandoned.
Interstate FiberNet, Inc.	AVDATA (Class 42)	2,202,649	11/10/1998	Abandoned.
Interstate FiberNet, Inc.	AVDATA (& Design) (Class 37)	2,160,578	05/26/1998	Abandoned.
Interstate FiberNet, Inc.	AVDATA (& Design) (Class 42)	2,203,677	11/17/1998	Abandoned.
Business Telecom, Inc.	BTI (& Design) Classes 36, 38 and 42)	76/217,203	02/27/2001	Abandoned pursuant to Settlement Agreement with British Telecommunications.
Business Telecom, Inc	BTI (Classes 36, 38 and 42)	2,427,897	02/13/2001	Affidavit of Use due 02/13/07; Renewal and Affidavit of Use due 02/13/11.
Business Telecom, Inc.	BTI TELECOMMUNIC ATIONS SERVICES (& Design) (Classes 36, 38 and 42)	2,461,862	06/19/2001	Affidavit of Use due 06/19/07; Renewal and Affidavit of Use due 06/19/11.
Business Telecom, Inc.	BTINET (Classes 38 and 42)	2,426,407	02/06/2001	Affidavit of Use due 02/06/07; Renewal and Affidavit of Use due 02/06/11. Will abandon pursuant to Settlement Agreement with British Telecommunications.
Business Telecom, Inc.	BTINET (& Design) (Classes 38 and 42)	76/135,109	09/25/2000	Abandoned pursuant to Settlement Agreement with British Telecommunications.
Business Telecom, Inc.	CLIENTEL (Class 38)	2,137,742	02/17/1998	Abandoned.
Business Telecom, Inc.	D.S. LYNX (& Design) (Class 38)	2,429,877	02/20/2001	Affidavit of Use due 02/20/07; Renewal and Affidavit of Use due 02/20/11.
Business Telecom, Inc.	D.S. LYNX (Class 38)	2,533,513	01/29/2002	Affidavit of Use due 01/29/08; Renewal and Affidavit of Use due 01/29/12.
Business Telecom, Inc.	FAMILY VALUES (Class 38)	2,134,879	02/03/1998	Abandoned.
Business Telecom, Inc.	FOUNDATIONS (Class 38)	2,137,741	02/17/1998	Abandoned.
Business Telecom, Inc.	HOSPITALITY SUITE	2,134,878	02/03/1998	Abandoned.

<u>Owner</u>	Trademark	Reg. No. / Serial No.	Registration Date/ Filing Date	Date Affidavit of Use and/or Renewal is Due; whether the Affidavit of Use and/or Renewal has been filed
	(Class 38)			
Business Telecom, Inc.	INVOICE ONLINE (& Design) (Class 36)	2,577,608	06/11/2002	Affidavit of Use due 06/11/08; Renewal and Affidavit of Use due 06/11/12.
Business Telecom, Inc.	MARKET VALUES (Class 38)	2,134,877	02/03/1998	Abandoned.
Business Telecom, Inc.	MAX COMMERCE (Classes 35 and 42)	2,563,320	04/23/2002	Affidavit of Use due 04/23/08; Renewal and Affidavit of Use due 04/23/12.
Business Telecom, Inc.	MAX COMMERCE A BTI COMPANY (& Design) (Classes 35 and 42)	2,561,449	04/16/2002	Affidavit of Use due 04/16/08; Renewal and Affidavit of Use due 04/16/12.
Business Telecom, Inc.	MEXICO EXPRESO (Class 36)	2,224,055.	02/16/1999	Abandoned.
Business Telecom, Inc.  [Owner in PTO database is listed as Radio Frequency Systems, Inc.]	OPTIMIZER (Class 9)	2,357,649	06/13/2000	Affidavit of Use due 06/13/06; Renewal and Affidavit of Use due 06/13/10.
Business Telecom, Inc.	SIMPLICI-T (& Design) (Class 38)	2,711,255	04/29/2003	Affidavit of Use due 04/29/09; Renewal and Affidavit of Use due 04/29/13.
Business Telecom, Inc.	SMARTER.FASTE R. BETTER.	2,134,895	02/03/1998	Abandoned.
Business Telecom, Inc.	TELECOM SIMPLIFIED	76/488,925	02/10/2003	Petition to revive abandoned application filed March 17, 2005.
Business Telecom, Inc.	THE FASTEST CAT ON THE NET	2,581,457	06/18/2002	Affidavit of Use due between 06/18/07 and 06/18/08; Renewal and Affidavit of Use due 06/18/12.
Business Telecom, Inc.	US DATACOM (Stylized)	76/135,122	09/25/2000	Abandoned.
Business Telecom, Inc.	VOICEPACK	2,874,175	08/17/2004	Affidavit of Use due 2/7/10.
ITC^DeltaCom Communications, Inc.	THINK OUTSIDE THE BELL	76614474	10/01/04	Pending.

#### SCHEDULE C

### COPYRIGHT REGISTRATIONS AND APPLICATIONS

		<u>Registration</u>	Date Created Published
Author/Claimant	<u>Title</u>	Number	<u>Registration</u>
Interstate FiberNet, Inc.	ADVANCED wireless solutions	TX4680412	1997
*Acquired by merger with AvData			03/01/1997
Systems in 1999		-	06/09/1997
Interstate FiberNet, Inc.	Advanced enterprise	TX4643784	1997
*Acquired by merger with AvData Systems in 1999	solutions: AvData's levels of network management services.		07/01/1997
•			07/21/1997
Interstate FiberNet, Inc.	Frame relay: Know the right questions before	TX4583918	1997
*Acquired by merger with AvData Systems in 1999	making the investment.		03/01/1997
			06/09/1997
Interstate FiberNet, Inc.	The NPCS Network Challenge	TX4601538	1997
*Acquired by merger with AvData Systems in 1999			02/01/1997
-			06/09/1997

III-4

**RECORDED: 04/07/2005**